

26 October 2021

Quarterly Activities Report 30 September 2021

Tyranna Resources Ltd (**Tyranna** or the **Company**) provides shareholders its quarterly report for the three-month period ending 30 September 2021.

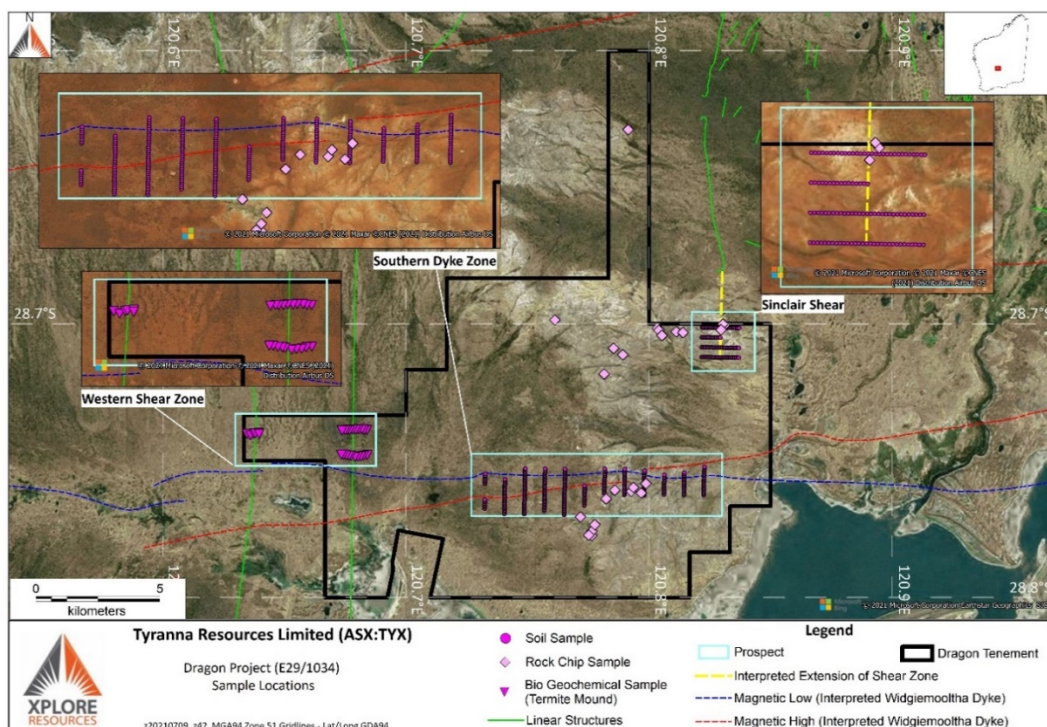
WA NICKEL PROJECTS

During the quarter, Tyranna continued to assess the exploration potential of the three areas within the Dragon tenement (E29/1034) (Figure 1). The soil sampling and reconnaissance results were announced on 19 July 2021¹ and also reported in the previous quarterly report.

The areas sampled were:

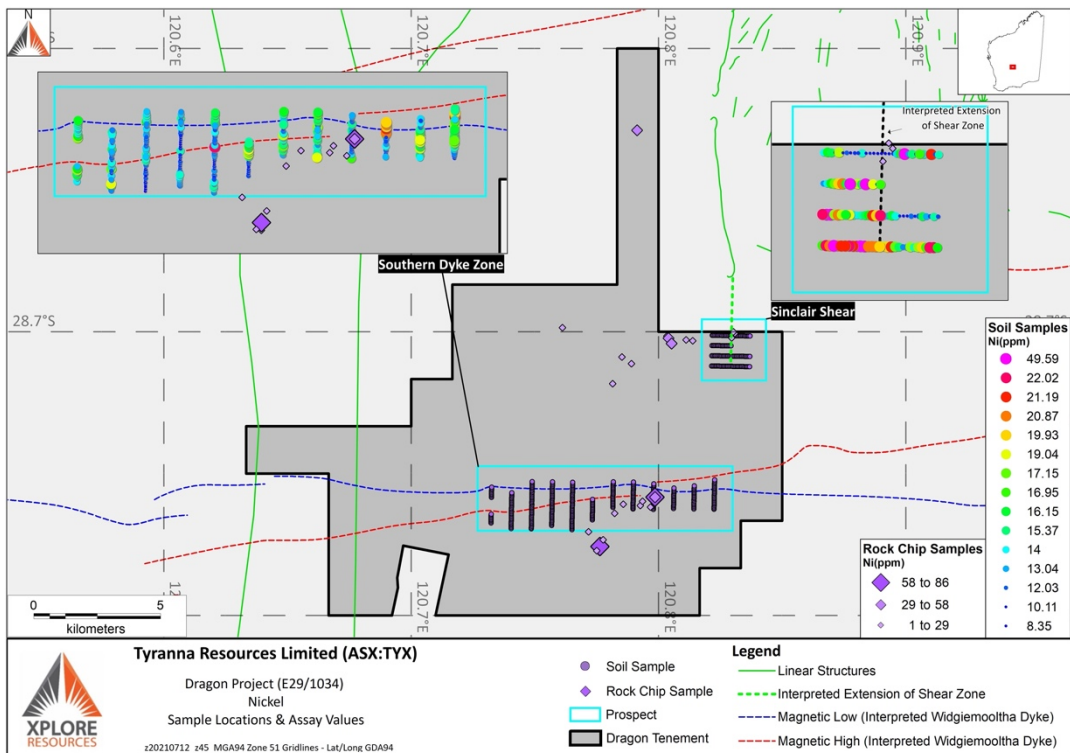
- The Widgiemooltha dykes – the 'Southern Dyke Zone';
- The interpreted southern extension of the N-S Sinclair that hosts the Sinclair nickel project; and
- Two N-S shears transect the western part of the Dragon tenement (E27/1034) and potentially host gold and PGE mineralisation.

FIGURE 1: Dragon Tenement (E29/1034), Geochemical Sample Locations



Source: Tyranna geology team

FIGURE 2: Dragon Tenement (E29/1034), Soil Geochemistry for Nickel (ppm)



Source: Tyranna geology team

Tyranna Resources has been investigating the potential to utilise surface moving loop electromagnetic (MLEM) survey to define potential deeper drilling targets, which has been a successful strategy followed by St George Mining Limited. The Company continues to examine the best strategies to identify suitable drilling targets for the prospects.

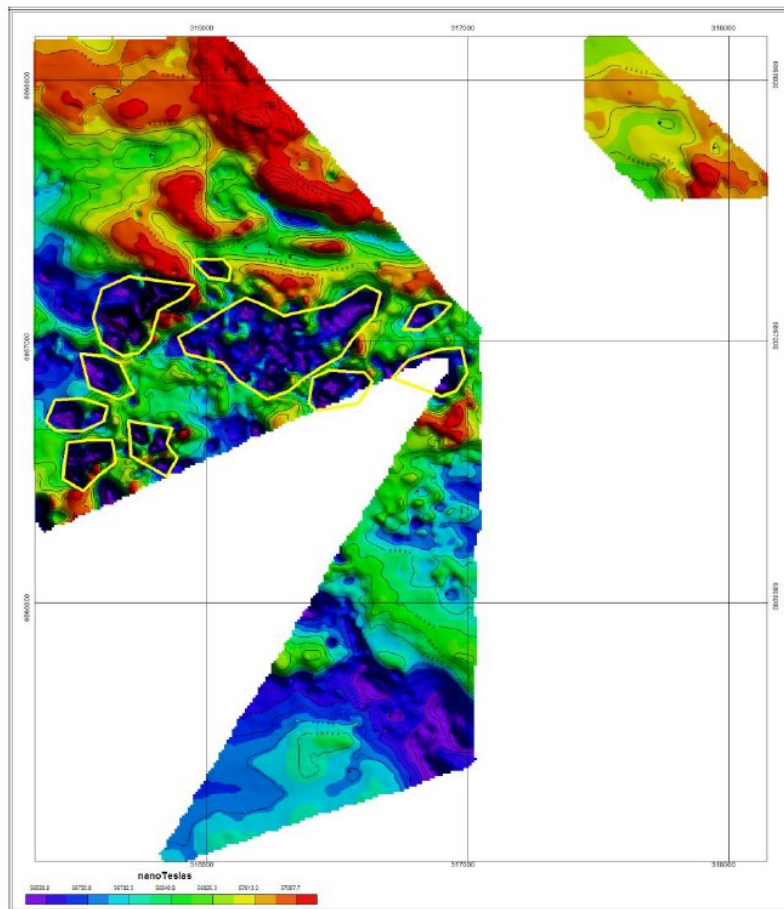
Weebo Gold Project

E37/1353 Ground Magnetic Survey

The ground magnetic survey which was completed within tenement E37/1353 to identify potential gold-mineralised host structures as announced on 22 July 2021². The magnetic survey was conducted on 25m spaced north-south lines with a portable magnetometer across the entirety of the two largest polygons comprising E37/1353 and the majority of the smaller polygon.

Features of interest within the magnetic data are the series of reverse magnetic anomalies throughout the survey area (**Figure 2**). These are not interpreted to be magnetically quiet zones due to magnetite destructive alteration and look to be late intrusives, as they disrupt the earlier geology. The Company will move to assess and test the potential of these areas in due course

FIGURE 2: COLOUR SHADED RELIEF IMAGE OF TOTAL MAGNETIC INTENSITY, UPWARD CONTINUED 5M, WITH REVERSE MAGNETIC ANOMALIES HIGHLIGHTED IN YELLOW



Source: Tyranna geology team

Source: Tyranna geology team

JUMBUCK GOLD PROJECT (JGP)

Subsequent to the end of the quarter, the Company announced that, Ministerial Consent for the transfer of relevant tenements had been granted for the sale of the Jumbuck Gold Project to Marmota Limited, with settlement under the terms of the Share and Asset Sale Agreement expected to occur by 31 October 2021.

Furthermore, Marmota and Tyranna agreed for Marmota to release \$200,000 of the funds held in trust prior to settlement of the Transaction with the balance to be released upon completion of the sale of the Jumbuck Gold Project to Marmota.

OTHER PROJECTS

Pacific Express Ni Project

Tyranna continues to re-evaluate the Ni-Co-Sc deposits contained within the Pacific Express tenure with the aim of determining the effects of the Ni cut-off grade being applied to the Mineral Resource.

The project, located in northern NSW comprises a single licence (EL8733) for ~ 108 km. The area is prospective for lateritic Ni-Co mineralisation. Historical exploration has defined several target areas which require further investigation.

CORPORATE

Financial Snapshot

The Company's net cashflow used in operations for the quarter was \$351k. The operational expenses mainly comprised of Exploration and Evaluation expenditure (\$282k) and Administration and corporate costs (\$69k).

The Company's cash position at the of the quarter is \$68k. Furthermore, subsequent to quarter end the Company received \$200k from the Jumbuck settlement as advised and expects to receive the balance of the sale proceeds by the end of October

Listing Rule 5.4.5

In item 6 of the attached Appendix 5B, payments to related parties of approximately \$13k comprising of bookkeeping (\$8k) and serviced office (\$5k) were paid during the quarter.

Subsequent to quarter end the Company advised on 6 October 2021 that 303,963,259 quoted options exercisable at \$0.04 had expired.

Authorised by the Board of Tyranna Resources Ltd

Joe Graziano
Director

References

- 1) TYX ASX Release – 19 July 2021
- 2) TYX ASX Release – 22 July 2021

Competent Persons Statement – JORC Code 2012

The information in this report that relates to Exploration Results, is based on information compiled and/or reviewed by Mr. Matthew Stephens who is a Fellow of The Australasian Institute of Geoscientists (FAIG). Mr. Stephens is an independent consultant to Tyranna Resources Ltd and has sufficient experience which is relevant to the style of mineralisation and type of deposit under consideration and to the activity they are undertaking to qualify as a Competent Person as defined in the 2012 Edition of the "Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves". Mr. Stephens consents to the inclusion in the report of the matters based on this information in the form and context in which it appears.

Appendix 1: Mining Tenements as at 30 September 2021

South Australia Tenement Schedule				
Exploration License No	Tenement Name	Registered Holder	Interest at Beginning of Qtr	Interest at End of Qtr
6002	Irra Outstation (Jumbuck)	Trafford Resources Pty Ltd	100%	100%
6003	Garford Outstation West	Trafford Resources Pty Ltd	100%	100%
6004	Garford Outstation East	Trafford Resources Pty Ltd	100%	100%
6097	Wildingi Claypen	Trafford Resources Pty Ltd	100%	100%
6171	Indooroopilly	Trafford Resources Pty Ltd	100%	100%
6214	Hilga Crutching Shed	Trafford Resources Pty Ltd	100%	100%
6215	Mt Christie	Trafford Resources Pty Ltd	100%	100%
6216	Commonwealth Hill	Trafford Resources Pty Ltd	100%	100%
6398 (Was EL 5460)	Mt Christie Siding	Trafford Resources Pty Ltd	100%	100%
6519 (Was EL 5680)	Isthmus	Half Moon Pty. Ltd.	100%	100%
6457 (Was EL 5510)	Mathews Tank	Trafford Resources Pty Ltd	100%	100%
6501 (Was EL 5551)	Brickies - Wynbring	Trafford Resources Pty Ltd	100%	100%
6456 (Was EL 5526)	Galaxy Tank	Trafford Resources Pty Ltd	100%	100%
6005	Eagle Hawk	Trafford Resources Pty Ltd	100%	100%
6098	Deep Leads	Trafford Resources Pty Ltd	100%	100%
5817	Sandstone	Half Moon Pty. Ltd.	100%	100%
5818	Lake Anthony	Half Moon Pty. Ltd.	100%	100%
5819	Irra	Half Moon Pty. Ltd.	100%	100%
5820	Barton Area	Half Moon Pty. Ltd.	100%	100%

South Australia Tenement Schedule				
Exploration License No	Tenement Name	Registered Holder	Interest at Beginning of Qtr	Interest at End of Qtr
ELA2012/291	Barton Siding	Trafford Resources Pty Ltd	100%	100%
5772	Warrior Outstation	Half Moon Pty. Ltd.	100%	100%
5998	Campfire Bore	Challenger 2 Pty Ltd (90%); Coombedown Resources Pty Ltd (10%)	70% rights to the gold	70% rights to the gold
6173	Mulgathing	Challenger 2 Pty Ltd (100%)	78% rights to the gold	78% rights to the gold
5732	Sandstone JV	Challenger 2 Pty Ltd (90%); Coombedown Resources Pty Ltd (10%)	70% rights to the gold	70% rights to the gold
5661	Jumbuck	Challenger 2 Pty Ltd (100%)	78% rights to the gold	78% rights to the gold
6532 (Was EL 5720)	Mobella	Challenger 2 Pty Ltd (100%)	78% rights to the gold	78% rights to the gold
5767	Sandstone	Challenger 2 Pty Ltd (100%)	78% rights to the gold	78% rights to the gold
6012	Blowout	Challenger 2 Pty Ltd (100%)	78% rights to the gold	78% rights to the gold

**** Application waiting for grant**

Western Australia Tenement Schedule				
Exploration License No	Tenement Name	Registered Holder	Interest at Beginning of Qtr	Interest at End of Qtr
E37/1353	Weebo	Tyranna Resources Ltd	100%	100%
E37/1342	Weebo	Tyranna Resources Ltd	100%	100%
E37/1366	Knight	Clean Power Resources Pty Ltd	100%	100%
E29/1034	Dragon	Clean Power Resources Pty Ltd	100%	100%

New South Wales Tenement Schedule				
Exploration License No	Tenement Name	Registered Holder	Interest at Beginning of Qtr	Interest at End of Qtr
EL8733	Pacific Express	Clean Power Resources Pty Ltd	100%	100%

Appendix 5B

Mining exploration entity or oil and gas exploration entity quarterly cash flow report

Name of entity

TYRANNA RESOURCES LIMITED

ABN

79 124 990 405

Quarter ended ("current quarter")

30 September 2021

Consolidated statement of cash flows	Current quarter \$A'000	Year to date (3 months) \$A'000
1. Cash flows from operating activities		
1.1 Receipts from customers		
1.2 Payments for		
(a) exploration & evaluation	(282)	(282)
(b) development	-	-
(c) production	-	-
(d) staff costs	-	-
(e) administration and corporate costs	(69)	(69)
1.3 Dividends received (see note 3)	-	-
1.4 Interest received	-	-
1.5 Interest and other costs of finance paid	-	-
1.6 Income taxes paid	-	-
1.7 Government grants and tax incentives	-	-
1.8 Other (provide details if material)	-	-
1.9 Net cash from / (used in) operating activities	(351)	(351)
2. Cash flows from investing activities		
2.1 Payments to acquire or for:		
(a) entities	-	-
(b) tenements	-	-
(c) property, plant and equipment	-	-
(d) exploration & evaluation	-	-
(e) investments	-	-
(f) other non-current assets	-	-

Mining exploration entity or oil and gas exploration entity quarterly cash flow report

Consolidated statement of cash flows		Current quarter \$A'000	Year to date (3 months) \$A'000
2.2	Proceeds from the disposal of:		
	(a) entities	-	-
	(b) tenements	-	-
	(c) property, plant and equipment	-	-
	(d) investments	-	-
	(e) other non-current assets	-	-
2.3	Cash flows from loans to other entities	-	-
2.4	Dividends received (see note 3)	-	-
2.5	Other (provide details if material)		
	- Payment by Marmota under the Jumbuck Gold SASA	-	-
2.6	Net cash from / (used in) investing activities	-	-
3.	Cash flows from financing activities		
3.1	Proceeds from issues of equity securities (excluding convertible debt securities)	-	-
3.2	Proceeds from issue of convertible debt securities	-	-
3.3	Proceeds from exercise of options	-	-
3.4	Transaction costs related to issues of equity securities or convertible debt securities	-	-
3.5	Proceeds from borrowings	-	-
3.6	Repayment of borrowings	-	-
3.7	Transaction costs related to loans and borrowings	-	-
3.8	Dividends paid	-	-
3.9	Other (provide details if material)	-	-
3.10	Net cash from / (used in) financing activities	-	-
4.	Net increase / (decrease) in cash and cash equivalents for the period		
4.1	Cash and cash equivalents at beginning of period	419	419
4.2	Net cash from / (used in) operating activities (item 1.9 above)	(351)	(351)
4.3	Net cash from / (used in) investing activities (item 2.6 above)	-	-

Mining exploration entity or oil and gas exploration entity quarterly cash flow report

Consolidated statement of cash flows		Current quarter \$A'000	Year to date (3 months) \$A'000
4.4	Net cash from / (used in) financing activities (item 3.10 above)	-	-
4.5	Effect of movement in exchange rates on cash held	-	-
4.6	Cash and cash equivalents at end of period	68	68

5.	Reconciliation of cash and cash equivalents at the end of the quarter (as shown in the consolidated statement of cash flows) to the related items in the accounts	Current quarter \$A'000	Previous quarter \$A'000
5.1	Bank balances	68	419
5.2	Call deposits		
5.3	Bank overdrafts		
5.4	Other (provide details)		
5.5	Cash and cash equivalents at end of quarter (should equal item 4.6 above)	68	419

6.	Payments to related parties of the entity and their associates	Current quarter \$A'000
6.1	Aggregate amount of payments to related parties and their associates included in item 1	13
6.2	Aggregate amount of payments to related parties and their associates included in item 2	-
<p><i>Note: if any amounts are shown in items 6.1 or 6.2, your quarterly activity report must include a description of, and an explanation for, such payments.</i></p> <p>Director Remuneration - \$Nil</p> <p>Non-Director Services:</p> <ul style="list-style-type: none"> • Bookkeeping - \$8,000 • Serviced Office - \$5,000 		

Mining exploration entity or oil and gas exploration entity quarterly cash flow report

7. Financing facilities	Total facility amount at quarter end \$A'000	Amount drawn at quarter end \$A'000
<i>Note: the term "facility" includes all forms of financing arrangements available to the entity. Add notes as necessary for an understanding of the sources of finance available to the entity.</i>		
7.1 Loan facilities	-	-
7.2 Credit standby arrangements	-	-
7.3 Other (please specify)	-	-
7.4 Total financing facilities	-	-
7.5 Unused financing facilities available at quarter end	-	
7.6 Include in the box below a description of each facility above, including the lender, interest rate, maturity date and whether it is secured or unsecured. If any additional financing facilities have been entered into or are proposed to be entered into after quarter end, include a note providing details of those facilities as well.	-	

8. Estimated cash available for future operating activities	\$A'000
8.1 Net cash from / (used in) operating activities (item 1.9)	(351)
8.2 (Payments for exploration & evaluation classified as investing activities) (item 2.1(d))	-
8.3 Total relevant outgoings (item 8.1 + item 8.2)	(351)
8.4 Cash and cash equivalents at quarter end (item 4.6)	68
8.5 Unused finance facilities available at quarter end (item 7.5)	-
8.6 Total available funding (item 8.4 + item 8.5)	68
8.7 Estimated quarters of funding available (item 8.6 divided by item 8.3)	0
<i>Note: if the entity has reported positive relevant outgoings (ie a net cash inflow) in item 8.3, answer item 8.7 as "N/A". Otherwise, a figure for the estimated quarters of funding available must be included in item 8.7.</i>	
8.8 If item 8.7 is less than 2 quarters, please provide answers to the following questions:	
8.8.1 Does the entity expect that it will continue to have the current level of net operating cash flows for the time being and, if not, why not?	
Yes	

Mining exploration entity or oil and gas exploration entity quarterly cash flow report

8.8.2 Has the entity taken any steps, or does it propose to take any steps, to raise further cash to fund its operations and, if so, what are those steps and how likely does it believe that they will be successful?

On 1 June 2021, further to the ASX announcement on 30 November 2020, Tyranna Resources Limited (ASX: TYX) (Tyranna or the Company) announced that, all conditions for the sale of the Jumbuck Gold Project to Marmota Limited (Marmota) have now been satisfied, other than receipt of Ministerial Consent, for the transfer of relevant tenements.

Subsequent to the end of the quarter, the Company announced that, Ministerial Consent for the transfer of relevant tenements had been granted for the sale of the Jumbuck Gold Project to Marmota Limited, with settlement under the terms of the Share and Asset Sale Agreement expected to occur by 31 October 2021.

Furthermore, Marmota and Tyranna agreed for Marmota to release \$200,000 of the funds held in trust prior to settlement of the Transaction with the balance to be released upon completion of the sale of the Jumbuck Gold Project to Marmota.

8.8.3 Does the entity expect to be able to continue its operations and to meet its business objectives and, if so, on what basis?

Yes – Refer to 8.8.2

Note: where item 8.7 is less than 2 quarters, all of questions 8.8.1, 8.8.2 and 8.8.3 above must be answered.

Compliance statement

- 1 This statement has been prepared in accordance with accounting standards and policies which comply with Listing Rule 19.11A.
- 2 This statement gives a true and fair view of the matters disclosed.

Date:26 October 2021.....

Authorised by:By the Board.....
(Name of body or officer authorising release – see note 4)

Notes

1. This quarterly cash flow report and the accompanying activity report provide a basis for informing the market about the entity's activities for the past quarter, how they have been financed and the effect this has had on its cash position. An entity that wishes to disclose additional information over and above the minimum required under the Listing Rules is encouraged to do so.
2. If this quarterly cash flow report has been prepared in accordance with Australian Accounting Standards, the definitions in, and provisions of, *AASB 6: Exploration for and Evaluation of Mineral Resources* and *AASB 107: Statement of Cash Flows* apply to this report. If this quarterly cash flow report has been prepared in accordance with other accounting standards agreed by ASX pursuant to Listing Rule 19.11A, the corresponding equivalent standards apply to this report.
3. Dividends received may be classified either as cash flows from operating activities or cash flows from investing activities, depending on the accounting policy of the entity.
4. If this report has been authorised for release to the market by your board of directors, you can insert here: "By the board". If it has been authorised for release to the market by a committee of your board of directors, you can insert here: "By the [name of board committee – eg Audit and Risk Committee]". If it has been authorised for release to the market by a disclosure committee, you can insert here: "By the Disclosure Committee".
5. If this report has been authorised for release to the market by your board of directors and you wish to hold yourself out as complying with recommendation 4.2 of the ASX Corporate Governance Council's *Corporate Governance Principles and Recommendations*, the board should have received a declaration from its CEO and CFO that, in their opinion, the financial records of the entity have been properly maintained, that this report complies with the appropriate accounting standards

Mining exploration entity or oil and gas exploration entity quarterly cash flow report

and gives a true and fair view of the cash flows of the entity, and that their opinion has been formed on the basis of a sound system of risk management and internal control which is operating effectively.